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ADMITTED TO PRACTICE IN: ARIZONA, COLORADO, MONTANA, NEVADA, TEXAS, WYOMING, DISTRICT OF COLUMBIA

OF COUNSEL TO MUNGER CHADWICK, P.L.C.

Docket Control Arizona Corporation Commission 1200 West Washington Street Phoenix, Arizona 85007

Re: Tucson Electric Power Company Docket No. E-01933A-15-0239 Docket No. E-01933A-15-0322 Anizona Corporation Commission
DOCKETED

OCT \$1 2016

MZ CORP (DOCKET OUT) 10 49

TO WHOM IT MAY CONCERN:

Enclosed for filing in the above-referenced docketed proceedings are the original and thirteen (13) copies of the Southern Arizona Home Builders Association's Post-Hearing Opening Brief.

Thank you for your assistance in connection with this filing. Please let me know if you have any questions.

Sincerely,

Lawrence V. Robertson Jr.

Laurance V. Robotran, Je

LAWRENCE V. ROBERTSON, JR. ATTORNEY AT LAW 210 W. Continental Road, Suite 216A Green Valley, AZ 85622

BEFORE THE ARIZONA CORPORATION COMMISSION

COMMISSIONE	<u>RS</u>

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DOUG LITTLE - Chairman BOB STUMP BOB BURNS TOM FORESE ANDY TOBIN

IN THE MATTER OF THE APPLICATION OF TUSCON ELECTRIC POWER COMPANY FOR APPROVAL OF ITS 2016 RENEWABLE ENERGY STANDARD AND TARIFF IMPLEMENTATION PLAN **DOCKET NO. E-01933A-15-0239**

IN THE MATTER OF THE APPLICATION OF TUCSON ELECTRIC POWER COMPANY FOR THE ESTABLISHMENT OF JUST AND REASONABLE RATES AND CHARGES DESIGNED TO REALIZE A REASONABLE RATE OF RETURN ON THE FAIR VALUE OF THEIR PROPERTIES OF TUCSON ELECTRIC POWER COMPANY DEVOTED TO ITS OPERATIONS THROUGHOUT THE STATE OF ARIZONA AND FOR RELATED APPROVALS.

DOCKET NO. E-01933A-15-0322

SOUTHERN ARIZONA HOME BUILDERS ASSOCIATION POST HEARING OPENING BRIEF

The Southern Arizona Home Builders Association ("SAHBA") hereby submits its Post-Hearing Opening Brief in the above-captioned and above-docketed consolidated proceedings ("Instant Proceeding").

As indicated through undersigned counsel during his September 8, 2016 Opening

Statement in the Instant Proceeding, SAHBA's posture as of that juncture was of a "monitoring"

nature, given the issues which had thus far been identified. In that regard, SAHBA had previously

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met with eight (8) representatives of Tucson Electric Power Company ("TEP"or "Company") several months earlier to discuss questions and potential concerns that SAHBA had at that time with respect to certain aspects of TEP's November 5, 2015 rate case filing. As a result of that meeting, SAHBA was able to conclude that TEP's filing and proposed changes to certain of the Company's Rules and Regulations were not of such a nature as to adversely impact the interests of SAHBA and its members. Accordingly, SAHBA did not file any prepared pre-hearing testimony or offer any witness(es) during the evidentiary hearings conducted in the Instant Proceeding.

In connection with the foregoing, during the evidentiary hearings, SAHBA's counsel was able to re-confirm through cross-examination of TEP's witness Denise Smith that none of the Company's proposed revisions to its existing Rules and Regulations (and, particularly, Article 7 thereof) would adversely impact the interests of SAHBA and its members with respect to TEP's existing service and line extension policies. [Tr. 1917-1919]

On August 25, 2016, a Settlement Agreement relating to TEP's revenue requirement for purposes of the Instant Proceeding was filed with the Commission. While SAHBA is not a signatory to that settlement and the \$81.5 million non-fuel revenue requirement therein provided for, SAHBA does wish to express its support for that particular settlement result. SAHBA believes it is important that TEP be in a position to continue to provide safe, adequate and reliable electric service to its customers. Given that the Company is a signatory to the aforesaid Settlement Agreement, SAHBA is assuming in connection with its support of the same that TEP has concluded that Commission approval of an \$81.5 non-fuel revenue requirement for purposes of the Instant Proceeding would enable TEP to continue to provide the aforementioned level of service.

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The Settlement Agreement expressly does not cover a number of issues, which were "reserved" for further litigation within the context of the Instant Proceeding. Among those issues are some relating to cost of service and rate design. SAHBA takes no position on any of those issues at this time. In that regard, SAHBA currently does not anticipate participating in the forthcoming Phase 2 of the Instant Proceeding.

As of this juncture, SAHBA does not foresee a need to be filing a Post-Hearing Closing Brief. However, it hereby reserves the right to do so.

Dated this 27th day of October, 2016.

Lawrence V. Robertson Jr.

Laurence V. Robertran Ju

Attorney for Southern Arizona Home Builders Association

ORIGINAL and thirteen (13) copies of the foregoing will be mailed this 27th day of October 2016 to the Commission's Docket Control.

Copies of the foregoing will be mailed/emailed that same day to the Commission's Hearing Division and to all parties of record.

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